COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF WEST DAVIESS)	
COUNTY WATER DISTRICT FOR)	
APPROVAL OF A RATE SURCHARGE)	
AND A CERTIFICATE OF PUBLIC)	CASE NO. 2004-00415
CONVENIENCE AND NECESSITY)	
FOR EXPANSION OF EXISTING)	
SYSTEM FACILITIES)	

ORDER

On October 18, 2004, West Daviess County Water District ("West Daviess") filed its application for Commission approval of a plan for system extensions and upgrades of its facilities. This plan will be financed by a grant, loan proceeds, and district funds in the total amount of \$804,000. The loan is to be financed by a surcharge to be assessed to all West Daviess customers. This surcharge and accumulated interest would be used to fund the proposed construction. Pursuant to KRS 74.395(2), the Commission must hold a public hearing in the matter of the proposed surcharge before approving, modifying, or rejecting it.

IT IS THEREFORE ORDERED that:

1. A public hearing shall be held on January 12, 2005 at 10:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, to address the surcharge application submitted by West Daviess. If no interested party files written notice by January 4, 2005 of its intent to attend the public hearing, the hearing shall be cancelled.

2. West Daviess shall publish the following notice not less than 7 days nor more than 21 days prior to the public hearing in a newspaper of general circulation in its service areas or in a newsletter to customers:

A public hearing will be held on January 12, 2005, at 10:00 a.m., Eastern Standard Time, in Hearing Room 1 of the Kentucky Public Service Commission's offices at 211 Sower Boulevard, Frankfort, Kentucky, to examine the surcharge plan of West Daviess County Water District to fund system extensions and upgrades in the amount of \$804,000. Individuals interested in attending this hearing shall notify the Public Service Commission in writing of their intent to attend no later than January 4, 2005. If no notices of intent to attend are received by that date, this hearing will be cancelled. Written notice of intent to attend this hearing should reference Case No. 2004-00415 and should be sent to: Executive Director, Kentucky Public Service Commission, P. 0. Box 615, Frankfort, Kentucky 40602.

3. The official record of this proceeding shall be by video only, unless otherwise requested by a party to this proceeding.

Done at Frankfort, Kentucky, this 16th day of December, 2004.

By the Commission

ATTEST:

Executive Director